GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Mines & Minerals – Opening a new Head of Account to the Department of Mines & Geology for crediting the 'Upfront Payment" to be collected from the successful bidders as well as mining lease holders – Orders – Issued.

INDUSTRIES & COMMERCE (MINES.II) DEPARTMENT

G.O.Ms.No:106 Dated.28.07.2016
Read:-

From the DM&G, A.P., Hyd., Proposals furnished through e-office in file bearing No.17021(34)/2016, dt.07.06.2016.

ORDER:

In the reference read above, the Director of Mines & Geology, A.P., Hyderabad has reported that according to rule 11 of Mineral (Auction) Rules, 2015, which were issued by the Ministry of Mines, Govt, of India, New Delhi, the successful bidder shall pay an amount equal to 0.50% of the value of estimated resources called the "Upfront payment for mining lease". The so called amount shall be payable to the State Govt, in three instalments of ten per cent; ten per cent; and eighty per cent as specified in the tender document and shall be adjusted in full against the amount paid under sub rule (3) of rule 8 within the first five years of commencement of production of mineral as specified in the tender document.

2. He has also reported that there is no Head of account existing in the department for crediting the "Upfront payment" for mining leases which would be granted under e-auction platform in respect of major minerals.

3. The Director of Mines & Geology, A.P., Hyderabad has, therefore, requested the Government to open a new Head of Account to the Department of Mines and Geology for crediting the "Upfront Payment" to be collected from the successful bidders as well as mining lease holders.

4. Government after careful examination of the matter, hereby directs the Director of Mines & Geology, A.P., Hyderabad to remit the amount realised towards Upfront Payment for mining lease under e-auction to be collected from the successful bidders, under the following head of Account:

0853 Non- Ferrous Mining & Metallurgical Industries
MH. 104 Mines Development
SH. (01) Receipts under Mines and Mineral Development Regulation Act 2015

5. These orders issues with the concurrence of Finance Department vide their e-office U.O.No.45027/238/2016, dt.13.07.2016.

6. The Director of Mines & Geology, A.P Hyderabad, shall take necessary action in the matter.

[BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH]

M. GIRIJA SHANKAR,
SECRETARY TO GOVERNMENT (MINES & FP) (FAC)

To
The Director of Mines & Geology, A.P., Hyderabad.

(P.T.O)

Copy to:
The Finance Department.
All the JDs/DDs/ADMGs in the State through DM&G, A.P., Hyderabad.
The VC&MD, M/s APMDC Ltd., GoAP., Hyderabad.
The P.S to Hon'ble Minister (M&G)
The P.S to Secy (Mines)
Sc/Sf

//FORWARDED :: BY ORDER//

SECTION OFFICER